

Kearny County

Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/11/2018

Using the most recent IMPLAN data available (2016) adjusted for 2018, 13 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Kearny County economy.¹

These 13 sectors have a total direct output of approximately **\$218.9 million** and support **633 jobs** in Kearny County. Running the model for all 13 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Kearny County Economy						
Impact Type ²	Employment	% Employment	Total Value Added ³	Total Value Added % of Gross Regional Product ⁴	Output ⁵	Output % of Gross Regional Product
Direct Effect	633.2	26.83%	\$40,730,607	25.73%	\$218,936,643	138.29%
Indirect Effect	287.4	12.18%	\$12,946,616	8.18%	\$21,987,630	13.89%
Induced Effect	103.6	4.39%	\$7,907,470	4.99%	\$14,313,734	9.04%
Total Effect	1024.1	43.40%	\$61,584,693	38.90%	\$255,238,007	161.22%

As shown in the above table, agriculture, food, and food processing sectors support **1,024 jobs**, or **43.40%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$255.2 million**, roughly **161.22% of the economy**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 13 agriculture, food, and food processing sectors is approximately **\$61.6 million**, or **38.90% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **38.90% of the total economy**.

The following tables document the top industries affected by employment and output, as well as a listing of all industries that were analyzed.

1 Article on building a contribution analysis in IMPLAN that avoids double counting:

http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70

2 Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

3 Value added = labor income + indirect business taxes + other property type income.

4 GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

5 Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top employer with **432 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Kearny County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	431.6	\$113,225,225
Support activities for agriculture and forestry	201.7	\$8,546,632
Grain farming	84.8	\$56,453,389
Animal, except poultry, slaughtering	51.0	\$36,023,003
Truck transportation	33.8	\$6,965,161
Animal production, except cattle and poultry and eggs	26.5	\$4,206,735
All other crop farming	13.3	\$1,707,540
Dairy cattle and milk production	12.9	\$2,760,722
Individual and family services	9.8	\$164,255
Limited-service restaurants	9.3	\$575,213

The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector directly contributes approximately **\$113.2 million** to the Kearny County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

Top Ten Agriculture, Food, and Food Processing Sectors by Output		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	431.6	\$113,225,225
Grain farming	84.8	\$56,453,389
Animal, except poultry, slaughtering	51.0	\$36,023,003
Support activities for agriculture and forestry	201.7	\$8,546,632
Truck transportation	33.8	\$6,965,161
Owner-occupied dwellings	0.0	\$6,092,649
Animal production, except cattle and poultry and eggs	26.5	\$4,206,735
Dairy cattle and milk production	12.9	\$2,760,722
Oilseed farming	1.5	\$2,610,688
All other crop farming	13.3	\$1,707,540

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Kearny County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	1.5	\$2,610,688.25
Grain farming	84.8	\$56,453,389.15
Vegetable and melon farming	1.5	\$147,294.97
Cotton farming	2.6	\$346,347.25
All other crop farming	13.3	\$1,707,539.94
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	431.6	\$113,225,224.97
Dairy cattle and milk production	12.9	\$2,760,722.29
Poultry and egg production	0.6	\$307,029.02
Animal production, except cattle and poultry and eggs	26.5	\$4,206,735.33
Animal, except poultry, slaughtering	51.0	\$36,023,003.27
Bread and bakery product, except frozen, manufacturing	0.6	\$62,083.80
Farm machinery and equipment manufacturing	1.6	\$609,067.61
Veterinary services	4.7	\$477,517.12

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Kearny County, the retail sector was omitted.